## GOVERNMENT OF THE DISTRICT OF COLUMBIA



## DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

## TESTIMONY OF JALAL GREENE DIRECTOR

BILL 16-551, "NORTHWEST ONE/SURSUM CORDA AFFORDABLE HOUSING PROTECTION, PRESERVATION AND PRODUCTION ACT OF 2006" AND PR 16-558, "NORTHWEST ONE/SURSUM CORDA COOPERATIVE APPROVAL RESOLUTION OF 2006"

COMMITTEE ON ECONOMIC DEVELOPMENT
THE HONORABLE SHARON AMBROSE, CHAIRPERSON
COUNCIL OF THE DISTRICT OF COLUMBIA

WEDNESDAY, MARCH 15, 2006

JOHN A. WILSON BUILDING 1350 PENNSYLVANIA AVENUE, NW WASHINGTON, DC 20004 10:00 A.M. GOOD MORNING CHAIRPERSON AMBROSE AND COMMITTEE
MEMBERS. I AM JALAL GREENE, DIRECTOR OF THE
DEPARTMENT OF HOUSING AND COMMUNITY
DEVELOPMENT. I AM PLEASED TO BE HERE TODAY TO
DISCUSS THE DEPARTMENT'S INVOLVEMENT WITH THE
NORTHWEST ONE NEW COMMUNITIES PROJECT (THE
PROJECT).

THE DEPARTMENT IS COMMITTED TO PROVIDING THE NECESSARY RESOURCES TO MAKE THIS PROJECT A SUCCESS. WE STAND READY TO MANAGE THE PROCEEDS THAT WILL COME FROM THE SECURITIZATION OF \$6 MILLION FROM THE HOUSING PRODUCTION TRUST FUND.

THE DEPARTMENT PROVIDES GAP FINANCING FOR
AFFORDABLE HOUSING DEVELOPMENT PROJECTS. OUR
PUBLIC FUNDS ARE LEVERAGED WITH PRIVATE CAPITAL,
UTILIZING BOTH FOR-PROFIT AND NOT-FOR-PROFIT
DEVELOPERS. GAP FINANCING WILL BE USED WITH
PRIVATE INVESTMENTS TO SUPPORT PROJECTS THAT LEAD

NW One Hearing 3/15/06 Page 1 of 4 TO THE CREATION OF A MIXED-INCOME COMMUNITY OF MORE THAN 1,600 HOUSING UNITS. THIS EFFORT WILL INCLUDE OVER 1,000 NEW UNITS OF AFFORDABLE HOUSING FOR LOW- TO MODERATE- INCOME RESIDENTS.

WE ARE ALSO PREPARED TO PROVIDE FUNDING UNDER THE COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM FOR ELIGIBLE ACTIVITIES TO SUPPORT THIS PROJECT, SUCH AS HOUSING COUNSELING SERVICES AND RELATED COMMUNITY FACILITIES.

THE DEPARTMENT HAS BEEN WORKING TO ASSIST THE
OFFICE OF THE DEPUTY MAYOR FOR PLANNING AND
ECONOMIC DEVELOPMENT AND THE OFFICE OF PLANNING
WITH DEVELOPING THE "FINANCING MODEL" FOR THE
"NEW COMMUNITIES INITIATIVE". IN ADDITION, WE ARE
INTEGRAL IN THE PLANNING, IMPLEMENTATION, AND
OUTREACH EFFORTS OF THIS INITIATIVE. WE MEET WITH
RESIDENTS OF THE TARGETED NEIGHBORHOODS AND
COMMUNITIES TO INFORM AND EDUCATE THEM ABOUT THE

NW One Hearing 3/15/06 Page 2 of 4 NEW COMMUNITIES INITIATIVE, HOW THEY WILL BE AFFECTED, AND THE LONG-TERM GOALS AND OBJECTIVES.

NEW COMMUNITIES IS AN INITIATIVE THAT WILL HAVE AN IMMEASURABLE IMPACT ON UNDERSERVED DISTRICT NEIGHBORHOODS. IN THE CASE OF THE NORTHWEST ONE NEW COMMUNITIES PROJECT, THIS INITIATIVE SEEKS TO PROTECT RESIDENTS FROM DISPLACEMENT BROUGHT ON BY MARKET FORCES. ONE OF THE GOALS OF THE INITIATIVE IS TO BRING ABOUT A MIXED-INCOME ENVIRONMENT, ALONG WITH PROVIDING SUPPORTIVE COMMUNITY SERVICES, JOB TRAINING AND ECONOMIC OPPORTUNITES FOR THE EXISTING RESIDENTS. THESE ACTIVITIES WILL TAKE A PROACTIVE STANCE AGAINST THE CYCLES OF CRIME, UNEMPLOYMENT AND PHYSICAL DETERIORATION THAT EXIST IN THE IDENTIFIED NEIGHBORHOODS. WE WILL BE MOVING IN A FOCUSED MANNER TO COLLABORATIVELY BRING ECONOMIC, SOCIAL AND EDUCATIONAL CHANGES TO RESIDENTS COMMUNITY-WIDE.

NW One Hearing 3/15/06 Page 3 of 4 THIS INITIATIVE IS BEING DEVELOPED AS A PARTNERSHIP
BETWEEN DC GOVERNMENT AGENCIES, DEVELOPERS, AND
THE AFFECTED COMMUNITIES. WE BELIEVE, FROM DHCD'S
EXPERIENCE IN COMMUNITY DEVELOPMENT, THAT ALL
STAKEHOLDERS WORKING TOGETHER CAN BRING
IMPROVEMENTS NOT ONLY TO THE NORTHWEST ONE AREA,
BUT ALSO TO THE LINCOLN HEIGHTS AND BARRY FARMS
COMMUNITIES.

CHAIRPERSON AMBROSE, THANK YOU FOR ALLOWING ME THE OPPORTUNITY TO PRESENT THIS TESTIMONY TO YOU TODAY.